Salt Lake City, Utah 84180-1203 801-538-5340

February 10, 1993

Mr. Douglas Overbeck Safeco Insurance Company P.O. Box 598 Overland Park, Kansas 66201

Dear Mr. Overbeck:

Dianne R. Nielson, Ph.D.

Division Director

JSPCI Inc., Marblehead Surety Bond Cancellation Notice, Bond Re: Mountain Lime Facility, M/045/024, Tooele County, Utah

I am responding to our receipt of your cancellation notice for surety bond This surety is held by this Division to secure reclamation of the Marblehead Mountain Lime Facility located in Tooele County, Utah.

I called you on February 10th to discuss our problem with acceptance of this cancellation notice. As you know, Union Pacific (d.b.a., USPCI Inc.) has recently sold the lime processing facility to another company. The new company has provided us with a replacement surety and a permit transfer agreement. These forms are currently under review.

We cannot release the Safeco surety bond until the replacement forms and surety are found technically complete and acceptable. The amount and form of replacement surety must then be approved by the Board of Oil, Gas and Mining before we can release and return the Safeco bond.

This process may take another 60 days to complete. We will return the surety bond to Safeco after our Board approves of the new company's replacement surety. Thank you for your understanding and patience in this matter. Please contact me directly should you have questions in this regard.

In closing, may I make a suggestion for the next revision of your standard notice of bond cancellation form? Please include your company's (or appointed

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contact) telephone number. The recipient can then call someone directly if they have questions. I had some difficulty reaching your office. Thank you for your understanding.

Sincerely,

D. Wayne Hedberg C Permit Supervisor

Minerals Regulatory Program

jb

cc: Jim Terry, USPCI, Inc.

Lowell Braxton, DOGM

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